

May 28, 2003

Mary L. Cottrell, Secretary Department of Telecommunications and Energy One South Station, 2nd Floor Boston, Massachusetts 02110

Re: NSTAR Gas Company, D.T. E. 01-26

Dear Secretary Cottrell:

On behalf of NSTAR Gas Company (the "Company"), I am pleased to enclose for filing with the Department of Telecommunications and Energy (the "Department") the Company's Energy Efficiency Annual Report for the program year 2002. This Annual Report is being submitted pursuant to Section II.F of the Settlement Agreement in the above-referenced proceeding that was approved by the Department on September 27, 2001. As contemplated in the Settlement Agreement, the attached Annual Report describes NSTAR Gas' experience in 2002 with its energy efficiency programs.

Thank you for your attention to this filing. Should you have any questions, please do not hesitate to contact me.

Sincerely,

Lisa M. Carloni Director, Energy Efficiency

cc: John Geary, DTE
George Yiankos, DTE
Robert Hayden, DTE
Andreas Thanos, DTE
Steven Venezia, DOER
Bruce Ledgerwood, DOER
Jerrold Oppenheim, LEAN